

RESOLUTION NO.

**A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN
JOSE MODIFYING THE SAN JOSE STATE UNIVERSITY
FACULTY AND STAFF HOMEBUYER PROGRAM**

WHEREAS, on January 6, 2006, the Council of the City of San José ("City Council") approved the creation of the San José State University Faculty and Staff Homebuyer Program ("FSHP") to further the goal of recruiting and retaining San José State University ("SJSU") faculty by providing second mortgage financing at favorable loan terms that make it possible for homebuyers to secure first mortgage financing that they might not otherwise not have been able to obtain; and

WHEREAS, the maximum loan amount was set at \$60,000 for both low and moderate income households, which has not been modified since the inception of the program, and funding for the loans is equally divided between SJSU and the City of San José ("City"); and

WHEREAS, on October 16, 2007, the City Council approved the expansion of the program to include all full-time faculty and staff; and

WHEREAS, as described in the Director of Housing report dated February 9, 2009, the cost of housing has decreased and the demand for the loans has increased and this reduction in the loan amounts will allow the program to assist more eligible homebuyers; and

WHEREAS, the City desires to decrease the maximum loan limit from \$60,000 to \$50,000 for low and moderate income families and to authorize the Director of Housing

to negotiate and execute any necessary agreements, amendments, or other documents with SJSU, or its affiliate, related to the program modification;

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SAN JOSE THAT:

1. The San José State Faculty and Staff Homebuyer Program is hereby modified to decrease the maximum loan amount from \$60,000 to \$50,000 for low and moderate income households, as more specifically set forth in the Director of Housing report dated February 9, 2009.
2. The Director of Housing is hereby authorized to negotiate and execute any necessary agreements, amendments, or other documents with San José State University, or its affiliates, related to the program modifications.

ADOPTED this _____ day of _____, 2009, by the following vote:

AYES:

NOES:

ABSENT:

DISQUALIFIED:

CHUCK REED
Mayor

ATTEST:

LEE PRICE, MMC
City Clerk